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Synopsis of the Proposed Research Work for the Degree
Of Doctor of Philosophy in Commerce

Financial Analysis of Latur Municipal Corporation

For the period from 2011-12 to 2015-16

Submitted by

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Financial Analysis of Latur Municipal Corporation For the Period (2011-2012 to 2015-2016)

1. INTRODUCTION :

The Municipal Corporation in India is the highest form of municipal Government. It was established for the administration of civic affairs of largest cities in the country. The first municipal corporation in modern India was set up in the former presidency town of Madras in 1688. This was followed by municipal corporations of Calcutta in 1876 & Bombay in 1888.

Municipal Corporation is as father of local self Government in India Municipal Corporation is the highest form of urban local Government. It is an institution which is more respectable and enjoys a greater measure of autonomy than other forms of local government. It enjoys more powers & autonomy in day to day administration.

Finances are very important for every government whether it may central, state or local. Finance & administration is mutually complementary sound administration is based on sound finance & Sound finance is based on sound administration.

Latur has got the status of Municipal Corporation on 25th October 2011. The objective of the study is mainly to see if the Latur Municipal Corporation is facing any problem regarding the revenue & expenditure system of the corporation.

The main aim of the study is to make assessment of the financial adequacy of the Latur municipal corporation. And it will help to get an actual insight in the problems related with corporations. Again it will helpful the corporation to frame the policies relating to development of municipal corporations throughout the nation.

The progress & development of each nation is dependable on progress & development of each & every part of the nation. Such as progress is dependent on many

factors such as infrastructure & services, finance earning& expanding capacity, standard of living of local people.

2. NEED OF THE STUDY :

Taking the challenges posed by the exploding urban population will require complete overhauling of the Municipal system and departure from the past policies for financing urban services. One of the major areas where reforms are inevitably required is municipal finance. The present study includes the analytical study of all financial scenarios, such as tax revenues non-tax revenues, municipal loans and municipal expenditures at different levels etc.

The said study contains different factors relates to council functioning reflected in development of district. Balance in management of the factors. Efficiently is the aim of every council. Each & every council must have to manage several functions such as :-

Proper education facility, Proper sanitation, Adequate primary, secondary & tertory healthcare facility, Proper agriculture facility, Command on construction, proper use of land & material, Adequate public transport system, Control on pollution, Environmental safety, Social Security, Population Growth, Priority to mange and solve problem first & many more.

To control & manage all these factors as the financial side is the wings to get proper fly. In fact it is widely recognized the local bodies would be the best institutions for delivery of essential service sector, which is important in industrial as well as agriculture sectors to channeled adequate investment.

The share of grants in total municipal revenue is much smaller than the share of central grants to states revenues. the constitution is silent on the mode of flow of funds

from the state to the municipal bodies while it is very well defined in case flow of funds from central to the states.

Hence there is need to evolve a suitable mechanism under adequate constitutional provisions to review the financing needs of the local bodies in the overall context of central-state-municipal financial relationship

In orders to protect the autonomous structure municipalities have to ensure the effective & efficient management of domestic resources tax collection & allied dues etc. Review of the tax rate time to time, is also an essential course of action to be executed by municipal administration.

3. SCOPE & LIMITATIONS OF THE STUDY:

The study is limited up to the Municipal Corporation in Latur District. This study will be based on the secondary data collected from Municipal records, state Govt. office, books & journals of the public administration Magazines, News papers; personal interviews with various officials etc. This study will highlights the financial analysis of municipal revenues & expenditure for the period from (2011-12 to 2015-16)

The said study I research is limited only upto the Latur Municipal Corporation only.

Again in this study various schemes & related financing will be done. Moreover the research works is being done on Revenue & Expenditure of under various heads & it will be done for nine years. (i.e. from 2011-12 to 2015-16)

So the said study is limited upto only that period.

4. OBJECTIVES OF THE STUDY:-

The objectives of the study is mainly an attempt to find out whether the Municipal Corporation is running satisfactorily as it is a very new Municipal Corporation some important objectives are-

- To study & analyze the various sources of Revenue i.e. collection of taxes under different works.
- To analyze the functioning of Latur Municipal Corporation.
- To analyze city development programs undertaken by Latur Municipal Corporation.
- To study the budget allocations & expenditure on various projects.
- To study business promotion project undertaken by Latur Municipal Corporation.

5. RESEARCH METHODOLOGY:

The analytical research methodology is adopted for the proposed research. All the research will be conducted on primary & secondary data. Primary data will be collected with the help of questionnaires & personal interviews & Secondary data will be accounting records, published or unpublished such as Municipal budgets, audit research, magazines & any previously released literature etc.

6. HYPOTHESIS :

1. There is close relationship between revenues & expenditure.
2. The progress of Latur Muncipal Corporation is being well with respect to its financing.

7. CHAPTER SCHEME:

There will be five chapters in the whole study.

1. **Introduction:** This will be the first chapter under this study. This will include meaning objectives, Municipal Corporation trends of urbanization, concept of local government, role to Municipal bodies. History of Municipal Corporation in India financing & problems etc.

2. **Review of literature:** It will be systematic thorough review of relevant background information from the literature. It will include numerous references citations. It will include the study of previously published articles, magazines. The articles related with the introduction of Municipal Corporation and its need.
3. **Conceptual Framework and methodology of the study:** The methods adopted in this chapter are clearly describing the methods used in the research. It will include description of the research design of the study, sampling method, data collection process & its interpretation.
4. **Data Analysis & Interpretations:** This chapter will be analyzing & interpretations with satisfied analysis of data collected. Analysis will be done with the help of statistical methods.
5. **Result & Discussions:** The objection, finding made during the whole research work will be the include. It is actually the summary of all findings, conclusions & recommendations of the study.

8. **Findings & Conclusion:** By doing the overall study of this topic whatever the findings and conclusion are gained will be the findings and conclusions.

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